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April 14, 2008

Gary K. Dillard  
Executive Vice President  
Millennium Energy, Inc.  
P. O. Box 1118  
Bowling Green, KY 42102

CERTIFICATE OF SERVICE

RE: Case No. 2008-00105  
Millennium Energy, Inc.

I, Stephanie Stumbo, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on April 14, 2008.

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Executive Director

SS/rs  
Enclosure

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST )  
ADJUSTMENT FILING OF ) CASE NO. 2008-00105  
MILLENNIUM ENERGY, INC. )

ORDER

On December 2, 1999, in Case No. 1999-00312, the Commission approved rates for Millennium Energy, Inc. ("Millennium") and provided for their further adjustment in accordance with Millennium's Gas Cost Adjustment ("GCA") clause.<sup>1</sup>

On March 24, 2008, Millennium filed its proposed GCA to be effective May 1, 2008.<sup>2</sup>

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Millennium's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Millennium's notice sets out an Expected Gas Cost ("EGC") of \$9.6903 per Mcf, which is an increase of \$2.0489 per Mcf from its previous EGC of \$7.6414.
3. Millennium's notice sets out no Refund Adjustment.

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<sup>1</sup> Case No. 1999-00312, Petition of Millennium Energy, Inc. for Approval of an Initial Rate Schedule for Serving Customers from an Existing Gas Supply Line.

<sup>2</sup> Millennium's GCA clause prescribes the "calendar quarter" in question as ending in June. Inadvertently, and through no fault of its own, Millennium has been filing its GCA at times other than that specified in its tariff. To correct this, Millennium should file its next GCA no later than June 1.

4. Millennium's notice sets a current quarter Actual Adjustment ("AA") of \$.3616 per Mcf. Millennium's total AA is (\$.0723) per Mcf, which is \$1.096 per Mcf more than the previous total AA.

5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of \$.0013 per Mcf. Millennium's total BA is \$.0046 per Mcf, which is \$.0063 per Mcf less than the previous total BA.

6. Millennium's Gas Cost Recovery Rate is \$9.6226 per Mcf, which is \$3.1386 per Mcf more than the previous rate of \$6.484.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Millennium on and after May 1, 2008.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for service rendered on and after May 1, 2008.

2. Within 20 days of the date of this Order, Millennium shall file with this Commission its revised tariffs setting out the rates authorized herein.

3. Millennium shall file its next GCA no later than June 1 and thereafter shall follow its GCA clause.

Done at Frankfort, Kentucky, this 14th day of April, 2008.

By the Commission

ATTEST.  
  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2008-00105 DATED APRIL 14, 2008

The following rates and charges are prescribed for the customers served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$6.00		\$6.00
All Mcf	\$4.00	\$9.6226	\$13.6226

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$9.6226	\$12.6226